
4th February 2013

Company Announcements Office
Australian Securities Exchange

COMMENCEMENT OF TEST WORK FOR GOLD MINING DEVELOPMENT AT CRATER MOUNTAIN, PNG

Appointment of PNG General Manager to spearhead plans for Crater Mountain production

Highlights

- Commencement of testwork for High Grade Zone development
- Appointment of mining engineer Richard Johnson as PNG General Manager

Gold Anomaly (ASX:GOA) (“GOA” or “the Company”) is pleased to announce that it has commenced testwork aimed at the early development of the High Grade Zone (“HGZ”) at its Crater Mountain gold project in Papua New Guinea (“PNG”) with a view to starting a small scale operation by the end of 2014.

The HGZ is an area close to the Top Camp at Crater Mountain’s Nevera Prospect where previous drilling intersected bonanza gold including the NEV022 drill hole striking 46m @ 5.9 g/t Au including 2m@98.2 g/t Au.

Local miners have historically mined the HGZ at high grades estimated up to 2 ozs gold per tonne; 15,000 ozs of gold are estimated to have been won from shallow underground workings in a steep spur between 2005 and 2012, applying very simple mining and gravity processing methods. The zone is made up of a series of sub vertical fractures and associated bonanza grade ore shoots up to 1 metre wide related to a high sulphidation epithermal gold mineralising event sourced in the deep intrusions underlying the northern end of the Nevera Prospect. It is estimated that there could be some 100,000 ozs of gold in the fractures and ore shoots which are known to extend 100m from surface and potentially extend many hundreds of metres to the underlying magmatic source identified during the nearby drilling of the Mixing and Porphyry Zones. (The potential quantity of gold estimated to be present in the HGZ is conceptual in nature, there has been insufficient exploration to define a Mineral Resource at the HGZ, and it is uncertain if further exploration will result in the determination of a Mineral Resource at the HGZ).

There has been little drilling undertaken on the HGZ to date as the focus had been on the Mixing Zone¹ and deep porphyry-related Pb-Zn-Au and Cu-Au- potential.

The Company will now progress testwork in the HGZ with bulldozer/excavator benching of the spur and underground exploration, initially focussing upon confirming the geological expectations of the area and bulk testing processing methods.

The Company intends to establish an operation to mine the HGZ in the near term, thereby generating cash flow. The Company's major shareholders support the plan, and have expressed willingness to assist in raising development capital.

Appointment of Richard Johnson as PNG General Manager

In line with the strategy to target shallow, near term gold production, the Company is pleased to announce the appointment of Mr Richard Johnson as General Manager PNG Operations. Mr Johnson is a mining engineer with extensive experience running small and large scale projects in many countries. Between 2002 and 2005, he was responsible for turning around DRDGold's high grade underground Tolukuma Gold Mine in PNG's Central Province into a highly profitable operation.

Mr Johnson has been a senior executive and Director of a number of listed companies that operate in the PNG and Pacific region, notably Allied Gold and DRDGold.

Gold Anomaly's Executive Chairman Mr Greg Starr said "the beauty of owning an asset such as Crater Mountain is that the project has both the potential for near term, low cost production as well as large scale, bulk tonnage, long term development.

"With markets still displaying volatility for the junior end, the Company can focus on generating near term cash flows and capitalising on buoyant gold prices.

"As such, we are pleased that we have been able to attract someone of the calibre and experience of Richard Johnson. With the improvement in company finances, refocus of strategy and appointment of an experienced manager, we look forward to the return of Gold Anomaly's Crater Mountain project as one of the most exciting and fastest growing gold projects in PNG in the near term.

Ongoing exploration

As well as its program to assess and, if successful, to immediately develop the high grade gold potential of the HGZ, the Company will continue exploration in the Mixing zone and further outline the deep porphyry potential, following the testwork at the HGZ and subject to market conditions at the time.

The Company will commence a helicopter-borne magnetics and radiometrics survey of the Crater area in early February to get a better understanding of the Crater geology and to identify regional exploration targets. The survey will return detailed lithological, structural and alteration data which is particularly necessary at the Nevera Prospect where exploration to date has focussed on the northern 20% of the identified prospective area; results can be expected to highlight and refine the Company's deep porphyry targets which may host Cu-Au and Pb-Zn-Au mineralisation.

¹ where there is an initial inferred resource of 24Mt at 1g/t Au for 790,000 ozs using a 0.5g/t gold cutoff grade and where a recent review highlighted the potential of 2 -4 million ozs - comprising 100 to 200Mt at 0.5 to 1g/t Au using an average density of 2.65t/m³ and a gold cut off of 0.15g/t

The results of the airborne geophysical survey will throw new light on the Company's other exploration targets in the Crater tenements, at Nimi, Awanita and Masi Creek, and fieldwork will resume in these areas as soon as the survey data is fully interpreted and assimilated with the existing exploration results.

In Australia recent results from exploration at Croydon have enabled the Company to identify the areas of greatest prospectivity. These areas will also be progressed during the coming year.

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COMPETENT PERSON STATEMENT

The information contained in this report relating to exploration results and mineral resources at Crater Mountain, PNG is based on information compiled by Mr P Macnab, Non Executive Director of Gold Anomaly Limited. Mr Macnab is a Fellow of The Australian Institute of Geoscientists and has the relevant experience in relation to the mineralisation being reported upon to qualify as a Competent Person as defined in the 2004 Edition of the Australasian Code for Reporting of Exploration Results, Mineral Resources and Ore Reserves. Mr Macnab consents to the inclusion in the report of the matters based on his information in the form and context in which it appears.